



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office
324 South State, Suite 301
Salt Lake City, Utah 84111-2303



IN REPLY REFER TO:

3500
(UT-921)

DOGM
MINERALS PROGRAM
FILE COPY

January 25, 1994

RECEIVED

JAN 27 1994

DIVISION OF
OIL, GAS & MINING

Mr. D. Wayne Hedberg
Permit Supervisor
Minerals Regulatory Program
Utah Department of Oil, Gas, and Mining
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203

Dear Mr. Hedberg:

A mine plan for Ziegler Chemical and Mineral Corporation's Federal gilsonite lease U-0122693 on the Cowboy-Bandana vein is being approved in this office. Ziegler has a \$25,000 Statewide bond which covers several of its Federal leases, including U-0122693. This type of bond is provided to cover all liabilities the lessee may have and includes liability for surface disturbance, reclamation, rental, and royalty obligations on the leases. The \$25,000 Statewide bond is considered adequate to cover the mine plan operations presently being approved.

You can be assured that the bond will not be released or reduced without UDOGM being given the opportunity to concur. As usual, we have been in coordination with your office while processing Ziegler's mine plan, and each of our offices have required additional information from Ziegler to enhance the plan. A copy of our approval letter to Ziegler will be sent to your office under separate cover.

When abandonment and reclamation operations are pending, we will invite representatives from your office to provide input and assistance in order to assure completion of those interests you have in the process.

If you have any questions or additional needs for processing this plan, please contact Allen Vance at 539-4040.

Sincerely,

Douglas M. Koza
Deputy State Director
Mineral Resources